

Transaction Privilege Tax Changes and News

This publication is an informational notice included with the June 2005 Transaction Privilege Tax Return.

TOWN OF SAHUARITA

<u>Effective July 1, 2005</u>: On January 24, 2005 the Mayor and Town Council of the Town of Sahuarita passed ordinance number 2005-01. Ordinance 2005-01 increases the Sahuarita Town Privilege Tax on Construction Contracting Section 415, 416 and 417 from 3% to 4%. The tax on Construction Contracting shall be reported using **SA002**.

On February 14, 2005 the Mayor and Town Council of the Town of Sahuarita passed ordinance number 2005-02. Ordinance 2005-02 deletes Local Option N and follows the standard provisions of the Model City Tax Code which provides for no exclusion for the cost or fair market value of land.

The increase imposed by ordinance 2005-01 shall not apply to construction contracts entered into prior to the effective date of the ordinance. Pre-existing construction contracts should be reported using **SA008** at a rate of **3%**.

CITY OF SURPRISE

<u>Effective July 1, 2005</u>: On April 14, 2005 the Mayor and City Council of the City of Surprise passed ordinance number 05-13. Ordinance 05-13 increases the Surprise City Privilege Tax on Construction Contracting Section 415, 416 and 417 from **2.2% to 3.7%**. The tax on Construction Contracting shall be reported using **SP005**.

The increase imposed by ordinance 05-13 shall not apply to construction contracts entered into prior to the effective date of the ordinance. Pre-existing construction contracts should be reported using **SP008** at a rate of **2.2%**.

DOES YOUR TPT LICENSE LOOK DIFFERENT?

In January 2004 the department began issuing a new license format. Previously your license was printed on an 8 ½" x 7" card stock paper. The new license format is on an 8 ½" x 11" paper and the State symbol is water marked on the center of the page. The license should have your correct business name and address and must be displayed in a conspicuous place.

The license format issued prior to January 2004 is still valid as long as you are currently still in business.

If you need or would like a new copy of your license, the Department of Revenue will print a copy upon request. The fee for a copy is \$12.

If you need further assistance, please contact the Arizona Department of Revenue at (602) 542-4576 or write to License and Registration Section, Arizona Department of Revenue, 1600 W. Monroe, Phoenix AZ 85007.

DEPARTMENT OF REVENUE TELEPHONE NUMBERS & WEB ADDRESSES

Transaction Privilege Use, Withholding Tax, Licensing	(602) 255-2060
Toll-free from area codes 520 and 928	(800) 843-7196
Hearing Impaired TDD User	(602) 542-4021
Toll-free from area codes 520 and 928	(800) 397-0256
To order forms by phone	(602) 542-4260
Forms by fax	(602) 542-3756
Forms and instructions are also available on our website at	<u>www.azdor.gov</u>
Businesses can now register, file and pay online at	www.AZTaxes.gov